

cc Lynn

Task 3637

RECEIVED E-Mail

SEP 07 2010

Div. of Oil, Gas & Mining

From: Randy Harden
To: Lynn Kunzler
Date: 9/7/2010 9:14 AM
Subject: Re: Fwd: Emailing: PelicanPointNOI.pdf

CC: John Blake; Tom Faddies
Lynn -

I've taken a look at the revision to M0490011, the LMO for Geneva Rock's Pelican Pint Quarry which was received by the Division of Oil, Gas and Mining on December 3, 2009. The Division completed their deficiency review on April 5, 2010 and the operator submitted revisions on June 8, 2010.

Currently, bond in the amount of \$497,400 is being held for the permit by the Division. The operator calculated a revised bond amount of \$995,000 based on changes to the permit which will increase the site from 70 acres to 217 acres. Following review by the Division, the final adjusted bond amount for the permit revision is \$1,097,000.

Based on the review by the Division and under DOGM's terms for the permit and bonding requirements, the final adjusted bond amount of \$1,097,000 is acceptable by the School and Institutional Trust Lands Administration.

Any bond release is subject to approval by the Trust Lands Administration's Director.

Please let me know if you require any additional information regarding this matter. It is good to see a projected 20-year life and roughly 20% of future production coming from Trust Lands

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>>> Lynn Kunzler 9/2/2010 10:30 AM >>>

Sorry about this, We received this attached revision to the Pelican Point Quarry (Geneva Rock Products) located on the west side of Utah lake. While I knew they had SITLA leases, I didn't realize that this revision was actually going to start mining on SITLA property. (refer to the map on page 123 which identifies the areas that will be disturbed on SITLA lease ML 46040.

We would appreciate an expedited review and concurrence for the reclamation bond amount of \$995,000 (bond calculations are in appendix F beginning on page 98)

Please call if you have any questions.

Attachement:
PelicanPointNOI.pdf